BOB F. ANDERSON, PE, INC.

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October 29, 2004

Honorable James H. Welsh, Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, LA 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Proposed Additional Unit Lower Cotton Valley Zone, Reservoir A, LCV RA SU88, and to Permit Downhole Combination, LCV RA SU88, CV RA SU50 and HOSS RA SU50 Elm Grove Field Bossier and Caddo Parishes, Louisiana

Dear Sir:

Application is hereby made on behalf of WSF, INC., (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Lower Cotton Valley Zone, Reservoir A, Elm Grove Field, Bossier and Caddo Parishes, Louisiana:

- 1. To establish one (1) additional 640 +/- acre drilling and production unit for the exploration for the production of gas and condensate for the Lower Cotton Valley Zone, Reservoir A, Elm Grove Field, Bossier and Caddo Parishes, Louisiana, such unit being designated LCV RA SU 88, shown on the attached plat and being made a part hereof.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property within each of the proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract to share in the unit production on a surface acreage bases of participation.
- 3. To designate WSF, Inc., as the unit operator for the proposed LCV RA SU88.
- 4. To extend the provisions of the 361-E Series of Office of Conservation Orders and other applicable Statewide Orders to the Lower Cotton Valley Zone, Reservoir A, unit being proposed herein, except as they may be in conflict herewith.
- 5. To permit the applicant to down hole combine the production from the Lower Cotton Valley Zone, Reservoir A, the Cotton Valley Formation, Reservoir A, and the Hosston Zone, Reservoir A in the well bore of any well location in the proposed LCV RA SU88 and the CV RA SU50 and the HOSS RA SU50, such units shown on the attached plat and made a part hereof.
- 6. To find that down hole combination of the Lower Cotton Valley Zone, Reservoir A; the Cotton Valley Formation, Reservoir A; and the Hosston Zone, Reservoir A, or from any combination of such reservoirs will prevent waste, maximize the efficient and economic recovery from said reservoirs.

7. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Lower Cotton Valley Zone, Reservoir A, in the Elm Grove Field, Bossier Parish, Louisiana, was defined in the 361-E Series of Office of Conservation Orders, the Cotton Valley Formation, Reservoir C, defined in the 361-B Series of Office of Conservation Orders and the Hosston Zone, Reservoir A, was defined in the 361-B Series of Office of Conservation Orders.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained at the expense of the requesting party.

A pre-application notice was sent to all parties stating a time and date for a hearing to discuss the proposed application and any objections thereto, however, no request for a conference was received, therefore no conference was held.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Shreveport District Office of Conservation and to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list.

Yours truly,

B. F. Anderson, PE for

WSF, INC.

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation (w/encl.) Interested Owners, Represented Parties and Interested Parties(w/plat only) WSF, Inc.(w/encl.)

